FISCAL NOTE

SB 394 - HB 1150

March 22, 2001

SUMMARY OF BILL: Deletes provision limiting the imposition of the 9-1-1 service charge to 100 exchange access facilities per service user per location.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Exceeds \$900,000

Increase Local Govt. Revenues - Exceeds \$6,000,000 Increase Local Govt. Expenditures* - Exceeds \$100,000

Estimate assumes:

- the 9-1-1 service charge on affected lines is \$2.00 per month.
- the state currently has over 38,000 lines exempt from the 9-1-1 service charge that such charge would be assessed on under the provisions of the bill.
- local emergency communications districts will experience an increase in revenues from increased 9-1-1 service charges paid by users with more than 100 exchange access facilities.
- there are approximately 264,000 lines exempt from the service charge statewide that such charge would be assessed on under the provisions of the bill for an increase in local government revenues estimated to exceed \$6,000,000.
- local governments with over 100 exchange access facilities would experience an increase in expenditures estimated to exceed \$100,000 statewide.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

^{*}Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.

James A. Davenport, Executive Director